

**MINUTES OF THE OVERSIGHT BOARD FOR THE
SUCCESSOR AGENCY TO THE
FOWLER REDEVELOPMENT AGENCY
SPECIAL MEETING
OCTOBER 16, 2012**

Chairman Souza called the meeting to order at 3:05 p.m.

Board Members present: Chairman Andy Souza, Vice-Chairman Joe Alvarez, Members David Elias, John Mulligan, Leland Parnagian, Ronney Wong

Staff present: City Clerk/Secretary Jeannie Davis, City Attorney Scott Cross

Also present: Certified Public Accountant Gus Corona, of Borchardt, Corona and Faeth

Roll call was taken. There were no public presentations.

APPROVE MINUTES OF THE OVERSIGHT BOARD SPECIAL MEETING - AUGUST 21, 2012

Member Elias made a motion, seconded by Member Mulligan, to approve the Minutes of the Oversight Board Special Meeting - August 21, 2012. The motion carried by unanimous voice vote.

ADOPTION OF RESOLUTION NO. OB 2012-02

Secretary Davis explained that the Fair Political Practices Commission (FPPC) requires oversight boards to adopt a conflict of interest code, which provides for public disclosure of certain financial interests board members may have within the City. Working with the City Attorney, a code was drafted that sets forth financial disclosure categories for board members and staff. Applicable financial interests are to be reported annually on the FPPC's Form 700 Statement of Economic Interests.

Member Mulligan made a motion, seconded by Vice-Chairman Alvarez, to approve Resolution No. OB 2012-02, "A Resolution of the Oversight Board for the Successor Agency to the Fowler Redevelopment Agency Incorporating by Reference the Provisions of Title 2, California Code of Regulations, Section 18730, as its Conflict of Interest Code." The motion carried by unanimous voice vote.

PRESENTATION OF THE DUE DILIGENCE REVIEW

Accountant Gus Corona presented the Due Diligence Review of the former RDA's Low and Moderate Income Housing Fund (LMIHF). The review, required by the State as a result of AB 1484, is to determine the unobligated balances available for transfer to taxing entities, and to make findings regarding the Successor Agency's compliance with transactions related to the dissolution of the RDA. In addition to the Oversight Board (OB), the review will be provided to

the County Auditor-Controller and State Department of Finance. The OB must convene a public comment session on the review at least five business days before taking action to approve the report.

Mr. Corona gave an overview of the review procedures, which included: obtaining a list of all assets that were transferred from the LMIHF to the Successor Agency, which totaled \$1,636,836; review a listing of transfers to other public agencies or private parties, which totaled \$123,593; and review a summary of financial transactions of the RDA and Successor Agency for certain fiscal periods. Another procedure was to provide a schedule detailing the computation of the balance available for allocation to affected taxing entities. Mr. Corona pointed to Exhibit 3 of the report, showing a total of \$872,947 available for disbursement to taxing entities.

PUBLIC COMMENT SESSION

Chairman Souza opened the public comment session concerning the Due Diligence Review of the LMIHF. There were no comments from the public. Attorney Cross noted that the report would be brought back to the OB for formal approval at a special meeting to be held on October 23, 2012 at 3:30 p.m.

ADJOURN

Having no further business, Member Mulligan made a motion to adjourn, seconded by Vice-Chairman Alvarez. The motion carried, and the meeting adjourned at 3:27 p. m.